

United States Department of the Interior

0004 5/001/057

vember 4, 2002

BUREAU OF LAND MANAGEMENT

Cedar City, Utah 84720 Telephone (435) 586-2401 FAX (435) 865-3058 Memorandum

To:

Opie Abeyta

From:

Ed Ginouves,

Cedar City Field Office

Subject:

Financial Security Request

The Cedar City Field Office received notice that an operator wishes to extend an existing notice of intent and continue mining operations at the site beyond January, 2003. The extension of this notice will require the posting of a financial security to be in compliance with the new 3809 regulations. At present, the best estimate I have for the financial security required is \$20,000. Discussions are ongoing attempting to refine this estimate, but the operator has requested that I submit the current estimate to allow him to get the site secured prior to the Jan. 20, 2003 deadline. Please contact the operator and have him arrange a financial security in this amount. Pertinent information for this operation is abstracted below. Call or E-mail me if you have any questions.

Case Name:

Sliver #1-4

Case Number:

UTU-71326

Type:

43 CFR 3809, small surface mining operations

Operator:

Penney Gemstones (David Penney)

Address:

P.O. Box 312, Beaver, Utah 84713

Telephone:

435-438-5522

FAX:

435-438-2555

Claims:

Sliver #3 & #4

Date Received:

ongoing from 1994

Date Needed:

ASAP

Legal Description:

T. 29 S., R. 9 W., portions of the SW1/4SW1/4 of section 17

portions of the SE¼SE¼ of section 20

Acreage Involved:

4.7 acres.

Financial Security:

This operator will be required to post a financial security of \$20,000 to secure reclamation, as

required by 43 CFR 3809.552.